

SOIL CONSERVATION DIVISION[27]

Adopted and Filed

Pursuant to the authority of Iowa Code section 161A.4(1), the Division of Soil Conservation hereby amends Chapter 10, "Iowa Financial Incentive Program for Soil Erosion Control," Iowa Administrative Code.

The amendments add an additional recall of unobligated cost-share funds from districts annually on December 31 to allow for the reallocation of these funds to districts that have the immediate ability to use the funds. The amendments also allow districts more flexibility in their ability to distribute funds based upon the type of practice. Additionally, the amendments allow the use of publicly owned lake funds for management practices near designated publicly owned lakes.

Notice of Intended Action was published in the Iowa Administrative Bulletin on March 5, 2014, as **ARC 1369C**. No comments were received from the public. The adopted amendments are identical to those published under Notice.

After analysis and review of this rule making, no adverse impact on jobs has been found.

These amendments are intended to implement Iowa Code section 161A.2.

These amendments will become effective July 1, 2014.

The following amendments are adopted.

ITEM 1. Amend subrules 10.51(2) and 10.51(3) as follows:

10.51(2) Supplemental allocation. ~~The remaining balance of the fiscal year funds plus recalled funds from the mandatory program as distributed in subrule 10.41(3), and from the public lakes fund as distributed in subrule 10.41(2) that were not obligated, from the reserve fund established in subrule 10.57(1), and from districts as specified in subrule 10.51(3) will be provided to the districts in a supplemental allocation. The districts shall identify valid applications and cost estimates, if any, for supplemental allocations to the division by September 1 and by December 31. The Factors to be considered in making a supplemental allocation to any a district will be the lesser amount of include:~~

a. ~~The sum of cost estimates (for pending applications) in each district, divided by the total cost estimates (for pending applications) for all 100 districts, multiplied by the remaining available program funds; or and~~

b. ~~Three Whether or not the proposed supplemental allocation exceeds three times the original allocation to the district.~~

10.51(3) Recall of funds. ~~Any funds allocated in the current fiscal year that the districts have not spent or obligated by June 30 may be recalled by the division. The division shall recall unobligated funds from district accounts on December 31 and on June 30. Recalled funds will be made available to qualifying districts as supplements to their initial allocation.~~

ITEM 2. Amend subrules 10.51(5) and 10.51(6) as follows:

10.51(5) Eligibility for supplemental allocations. ~~A district must have obligated 75 percent of current fiscal year funds to qualify for a supplemental allocation. In order to be considered as a pending application for the purpose of calculating supplemental need, an application must be immediately ready to proceed to layout, design and construction upon approval by the district.~~

a. ~~Fall supplemental funding shall only be available to those districts that have 75 percent of their funds obligated and have demonstrated an ability to use available funds.~~

b. ~~Spring supplemental funding shall be made available to practices that will be completed by June 30 of the current year.~~

10.51(6) Recall and reallocation of funds by division director. ~~When the unspent balance of funds allocated to a district exceeds that district's annual allocation by more than 150 percent for a period of 12 months or more, the division director may recall these unspent funds and reallocate them to a district or districts that can demonstrate a need. If districts are not demonstrating an ability to use available funding,~~

the division director may recall these funds and reallocate the funds to a district that has an immediate need for additional funding.

ITEM 3. Amend rule 27—10.52(161A), introductory paragraph, as follows:

27—10.52(161A) Publicly owned lakes. The division of soil conservation maintains the funds that are distributed to the publicly owned lakes program. These funds may be used to provide cost sharing not to exceed 75 percent of the approved cost of ~~permanent~~ soil conservation practices on watersheds above publicly owned lakes and reservoirs. The division will allocate these program funds to eligible districts in steps identified as original allocation, recall of unobligated funds, and reallocation.

ITEM 4. Amend paragraph **10.60(1)“c”** as follows:

c. For currently funded fiscal years, the division will make one-time payments of up to \$10 per acre for no-tillage, ridge-till and strip-till; \$6 per acre for contour farming; \$25 per acre for establishing a cover crop; and 50 percent of the cost up to \$25 per acre for strip-cropping, field borders and filter strips. ~~Not more than 30 percent of the district’s original allocation and supplemental allocation may be used for the establishment of management practices to control soil erosion on land that is now row-cropped.~~ The one-time only payment may apply to management practices lasting up to four consecutive years. The one-time only payment for multiple years is calculated based on the listed annual amounts. A performance agreement is required for incentive payments covering a time period of one year or longer.

[Filed 4/9/14, effective 7/1/14]

[Published 4/30/14]

EDITOR’S NOTE: For replacement pages for IAC, see IAC Supplement 4/30/14.